

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WS-02676A
Rio Rico Utilities Inc.
12725 W. Indian School Rd. Suite D101
Avondale, AZ 85392

RECEIVED
2010
ACC UTILITIES DIRECTOR

ANNUAL REPORT

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

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4-25-11

COMPANY INFORMATION

Company Name (Business Name) Rio Rico Utilities, Inc.

Mailing Address 12725 W. Indian School Rd. Suite D101
(Street)
Avondale AZ 85392
(City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same as above
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Greg Sorensen V.P.
(Name) (Title)

12725 W. Indian School Rd., Suite D101 Avondale Arizona 85392
(Street) (City) (State) (Zip)

(623) 298-3753 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Greg Sorensen Vice President
(Name)

12725 W. Indian School Rd Suite D101 Avondale AZ 85392
(Street) (City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: CT Corporation System

(Name)

3225 N. Central Ave.

(Street)

Phoenix

(City)

AZ

(State)

85201

(Zip)

(602) 277-4792

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Jay Shapiro @ Fennemore Craig

(Name)

3003 North Central Ave. Suite 2600

(Street)

Phoenix

(City)

AZ

(State)

85012-2913

(Zip)

(602) 916-5366

Telephone No. (Include Area Code)

(602) 916-5566

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☒ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME
Rio Rico Utilities, Inc (Water)

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	0	0	0
304	Structures and Improvements	2,062,854	148,631	1,914,223
307	Wells and Springs	113,102	9,138	103,964
311	Pumping Equipment	442,098	111,224	330,874
320	Water Treatment Equipment	12,426	915	11,511
330	Distribution Reservoirs and Standpipes	0	0	0
331	Transmission and Distribution Mains	30,518,109	12,083,291	18,434,818
333	Services	864,369	52,726	811,644
334	Meters and Meter Installations	359,765	97,225	262,540
335	Hydrants	74,504	18,329	56,174
336	Backflow Prevention Devices	13,361	958	12,403
339	Other Plant and Misc. Equipment	165,374	22,737	142,637
340	Office Furniture and Equipment	0	0	0
341	Transportation Equipment	137,443	49,230	88,214
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	23,454	10,695	12,759
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	TOTALS	34,786,861	12,605,099	22,181,762

This amount goes on the Balance Sheet Acct. No. 108

UTILITY PLANT IN SERVICE

Acct. No.	DECRPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	0	0	0
352	Franchises	0	0	0
353	Land and Land Rights	0	0	0
354	Structures and Improvements	294	12	282
355	Power Generation Equipment	0	0	0
360	Collection Sewers - Force	2,962	211	2,751
361	Collection Sewers - Gravity	11,466,467	5,002,465	6,464,002
362	Special Collecting Structures	0	0	0
363	Services to Customers	74,014	2,552	71,461
364	Flow Measuring Devices	19,079	0	19,079
365	Flow Measuring Installations	0	4,235	(4,235)
370	Receiving Wells	0	0	0
380	Treatment and Disposal Equip.	352,753	66,552	286,202
381	Plant Sewers	0	0	0
382	Outfall Sewer Lines	0	0	0
389	Other Plant and Misc. Equipment	85,127	1,509	83,617
390	Office Furniture and Equipment	98,457	16,457	82,000
391	Transportation Equipment	0	0	0
393	Tools, Shop and Garage Equip.	0	0	0
394	Laboratory Equipment	0	0	0
395	Power Operated Equipment	0	0	0
398	Other Tangible Plant	0	0	0
	TOTALS	12,099,152	5,093,994	7,005,158

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0		
302	Franchises	0		
303	Land and Land Rights	0		
304	Structures and Improvements	2,062,854		68,736
307	Wells and Springs	113,102		3,655
311	Pumping Equipment	442,098		53,034
320	Water Treatment Equipment	12,426		279
330	Distribution Reservoirs and Standpipes	0		0
331	Transmission and Distribution Mains	30,518,109		610,065
333	Services	864,369		21,692
334	Meters and Meter Installations	359,765		29,462
335	Hydrants	74,504		6,209
336	Backflow Prevention Devices	13,361		445
339	Other Plant and Misc. Equipment	165,374		10,071
340	Office Furniture and Equipment	0		0
341	Transportation Equipment	137,443		27,413
343	Tools, Shop and Garage Equipment	0		0
344	Laboratory Equipment	0		0
345	Power Operated Equipment	0		0
346	Communication Equipment	23,454		4,206
347	Miscellaneous Equipment	0		0
348	Other Tangible Plant	0		0
	Less: CIAC Amortization			(774,278)
	TOTALS	34,786,861		60,990

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

Half-year convention used on asset additions.

COMPANY NAME
Rio Rico Utilities Inc. (Sewer)

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	-		
352	Franchises	-		
353	Land and Land Rights	-		
354	Structures and Improvements	294		10
355	Power Generation Equipment	-		0
360	Collection Sewers - Force	2,962		59
361	Collection Sewers - Gravity	11,466,467		229,432
362	Special Collecting Structures	-		0
363	Services to Customers	74,014		993
364	Flow Measuring Devices	19,079		0
365	Flow Measuring Installations	-		1,908
370	Receiving Wells	-		0
380	Treatment and Disposal Equip.	352,753		17,789
381	Plant Sewers	-		0
382	Outfall Sewer Lines	-		0
389	Other Plant and Misc. Equipment	85,127		1,495
390	Office Furniture and Equipment	98,457		6,564
391	Transportation Equipment	-		0
393	Tools, Shop and Garage Equip.	-		0
394	Laboratory Equipment	-		0
395	Power Operated Equipment	-		0
398	Other Tangible Plant	-		0
	SUBTOTAL	12,099,152		258,250
	CIAC Amortization			(211,961)
	TOTALS	12,099,152		46,288

This amount goes on Comparative Statement of Income and Expense Acct. 403

COMPANY NAME
Rio Rico Utilities, Inc (Water)

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 100,583	\$ 40,626
134	Working Funds	\$ -	\$ -
135	Temporary Cash Investments	\$ -	\$ -
141	Customer Accounts Receivable	\$ 288,586	\$ 306,147
146	Notes/Receivables from Associated Companies	\$ 112,500	\$ -
151	Plant Material and Supplies	\$ -	\$ -
162	Prepayments	\$ 31,260	\$ 6,756
174	Miscellaneous Current and Accrued Assets	\$ 2,016,645	\$ 1,892,402
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 2,549,574	\$ 2,245,931
	FIXED ASSETS		
101	Utility Plant in Service	\$ 32,900,654	\$ 34,786,861
103	Property Held for Future Use		
105	Construction Work in Progress	953,971	158,125
108	Accumulated Depreciation - Utility Plant	11,769,831	12,605,099
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 22,084,794	\$ 22,339,887
	TOTAL ASSETS	\$ 24,634,368	\$ 24,585,818

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page

COMPANY NAME
Rio Rico Utilities Inc. (Sewer)

BALANCE SHEET

Acct. No.	ASSETS	2009	2010
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 33,528	\$ 13,542
132	Special Deposits	\$ -	\$ -
135	Temporary Cash Investments	\$ -	\$ -
141	Customer Accounts Receivable	\$ 96,195	\$ 102,049
146	Notes/Receivables from Associated Companies	\$ 37,500	\$ -
151	Plant Material and Supplies	\$ -	\$ -
162	Prepayments	\$ 10,420	\$ 2,252
174	Miscellaneous Current and Accrued Assets	\$ 608,433	\$ 571,028
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 786,076	\$ 688,871
	FIXED ASSETS		
101	Utility Plant in Service	11,960,637	12,099,152
103	Property Held for Future Use		
105	Construction Work in Progress	84,787	1,967,379
108	Accumulated Depreciation - Utility Plant	4,835,744	5,093,994
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 7,209,680	\$ 8,972,537
	TOTAL ASSETS	\$ 7,995,756	\$ 9,661,409

NOTE: Total Assets on this page should equal Total Liabilities and Capital on the following page.

COMPANY NAME

Rio Rico Utilities, Inc (Water)

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 11,536	\$ -
232	Notes Payable (Current Portion)	\$ -	\$ -
234	Notes/Accounts Payable to Associated Companies	\$ 268,831	\$ (64,664)
235	Customer Deposits	\$ 129,748	\$ 156,175
236	Accrued Taxes	\$ 90,005	\$ 100,684
237	Accrued Interest	\$ 4,814	\$ 8,560
241	Miscellaneous Current and Accrued Liabilities	\$ 925,647	\$ 2,455,143
	TOTAL CURRENT LIABILITIES	\$ 1,430,580	\$ 2,655,897
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	0	0
253	Deferred Rate Case Expense	286,609	273,268
255	Accumulated Deferred Investment Tax Credits	(54,113)	(35,850)
271	Contributions in Aid of Construction	0	0
272	Less: Amortization of Contributions	(20,720,889)	(20,721,641)
281	Accumulated Deferred Income Tax	(7,133,471)	(7,964,129)
	TOTAL DEFERRED CREDITS	\$ 13,819,914	\$ 12,994,930
	TOTAL LIABILITIES	\$ 15,250,494	\$ 15,650,828
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1	\$ 1
211	Paid in Capital in Excess of Par Value	\$ 7,510,303	\$ 7,639,887
215	Retained Earnings	\$ 1,873,570	\$ 1,295,103
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 9,383,874	\$ 8,934,991
	TOTAL LIABILITIES AND CAPITAL	\$ 24,634,368	\$ 24,585,818

COMPANY NAME
Rio Rico Utilities Inc. (Sewer)

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	2009	2010
	CURRENT LIABILITES		
231	Accounts Payable	\$ 3,845	\$ -
232	Notes Payable (Current Portion)	\$ -	\$ -
234	Notes/Accounts Payable to Associated Companies	\$ 89,610	\$ (21,555)
235	Customer Deposits	\$ 43,249	\$ 71,688
236	Accrued Taxes	\$ 30,002	\$ 33,561
237	Accrued Interest	\$ 1,605	\$ 2,853
241	Miscellaneous Current and Accrued Liabilities	\$ 308,549	\$ 818,381
	TOTAL CURRENT LIABILITIES	\$ 476,860	\$ 904,929
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$ 235,100	\$ 242,221
253	Other Deferred Credits	\$ 23,133	\$ 35,308
255	Accumulated Deferred Investment Tax Credits	\$ -	\$ -
271	Contributions in Aid of Construction	\$ 5,394,389	\$ 5,381,456
272	Less: Amortization of Contributions	\$ 2,587,158	\$ 2,815,088
281	Accumulated Deferred Income Tax	\$ -	\$ -
	TOTAL DEFERRED CREDITS	\$ 3,065,465	\$ 2,843,897
	TOTAL LIABILITIES	\$ 3,542,325	\$ 3,748,826
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 0	\$ 0
211	Other Paid in Capital	\$ 2,503,434	\$ 2,546,629
215	Retained Earnings	\$ 1,949,996	\$ 3,365,953
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 4,453,430	\$ 5,912,583
	TOTAL LIABILITIES AND CAPITAL	\$ 7,995,756	\$ 9,661,409

COMPANY NAME

Rio Rico Utilities, Inc (Water)

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,775,636	\$ 1,745,797
460	Unmetered Water Revenue	\$ -	\$ -
474	Other Water Revenues	\$ 49,400	\$ 42,218
	TOTAL REVENUES	\$ 1,825,036	\$ 1,788,015
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water	\$ -	\$ -
615	Purchased Power	\$ 331,129	\$ 375,913
618	Chemicals	\$ 2,585	\$ 6,828
620	Repairs and Maintenance	\$ 1,975	\$ 12,319
621	Office Supplies and Expense	\$ 46,880	\$ 50,288
630	Outside Services	\$ 976,166	\$ 1,023,410
635	Water Testing	\$ 27,549	\$ 29,100
641	Rents	\$ 31,558	\$ 24,878
650	Transportation Expenses	\$ 60,761	\$ 79,084
657	Insurance - General Liability	\$ 31,775	\$ 34,353
659	Insurance - Health and Life	\$ -	\$ -
666	Regulatory Commission Expense - Rate Case	\$ 21,915	\$ 18,263
675	Miscellaneous Expense	\$ 34,736	\$ 39,228
403	Depreciation Expense	\$ 333,408	\$ 60,990
408	Taxes Other Than Income	\$ -	\$ -
408.11	Property Taxes	\$ 171,251	\$ 177,922
409	Income Tax	\$ -	\$ -
	TOTAL OPERATING EXPENSES	\$ 2,071,688	\$ 1,932,576
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	\$ -	\$ -
426	Miscellaneous Non-Utility Expenses	\$ -	\$ -
427	Interest Expense	\$ 4,123	\$ 7,556
	TOTAL OTHER INCOME/EXP	\$ (4,123)	\$ (7,556)
	NET INCOME/(LOSS)	\$ (250,774)	\$ (152,117)

COMPANY NAME
Rio Rico Utilities Inc. (Sewer)

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	OPERATING REVENUES	2009	2010
521	Flat Rate Revenues	\$ 1,423,173	\$ 1,445,134
522	Measured Revenues	\$ 305,940	\$ 272,538
536	Other Wastewater Revenues	\$ -	\$ -
	TOTAL REVENUES	\$ 1,729,113	\$ 1,717,672
	OPERATING EXPENSES		
701	Salaries and Wages	\$ -	\$ -
710	Purchased Wastewater Treatment	\$ -	\$ -
711	Sludge Removal Expense	\$ -	\$ -
715	Purchased Power	\$ 51,827	\$ 52,985
716	Fuel for Power Production	\$ -	\$ -
718	Chemicals	\$ 13,678	\$ 2,323
720	Materials and Supplies	\$ 6,326	\$ 7,574
731	Contractual Services - Professional	\$ 1,559	\$ 780
735	Contractual Services - Testing	\$ -	\$ 260
736	Contractual Services - Other	\$ 455,321	\$ 506,930
740	Rents	\$ 13,430	\$ 10,041
750	Transportation Expense	\$ 19,155	\$ 15,614
755	Insurance Expense	\$ 10,641	\$ 11,641
765	Regulatory Commission Expense	\$ 14,610	\$ 12,175
775	Miscellaneous Expense	\$ 50,506	\$ 36,516
403	Depreciation Expense	\$ 3,932.98	\$ 46,288.22
408	Taxes Other Than Income	\$ -	\$ -
408.11	Property Taxes	\$ 57,083.55	\$ 59,356.17
409	Income Taxes	\$ -	\$ -
	TOTAL OPERATING EXPENSES	\$ 698,070	\$ 762,482
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	\$ -	\$ -
426	Miscellaneous Non-Utility Expenses	\$ -	\$ -
427	Interest Expense	\$ -	\$ -
	TOTAL OTHER INCOME/EXP	\$ -	\$ -
	NET INCOME/(LOSS)	\$ 1,031,043	\$ 955,190

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$214,984
Meter Deposits Refunded During the Test Year	\$78,617

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-502579	200	1100	650	16	8	1983
55-619359	75	625	250	10	6	1985
55-604302	20			16	2	1972
55-604364	75	625	251	10	6	1968
55-604363	75	650	603	12	8	1970
55-604366	20			10	2	1967
55-587292	200	975	605	16	10	2003
55-206176	250	1300	650	16	10	2005

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	2	315	
30	8		
25	13		
20	8		
15	10		
10	3		
7.5	9		
3	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity, Millions Gallons	Quantity	Capacity	Quantity
0.640	1	8,000	1
0.200	1	5,000	11
0.150	1	3,000	1
0.100	1	1,500	4
0.010	4	1,000	5
		200	4
		50	0

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
4” and Under	Various	325,458
Over 4”	Various	1,478,264

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X ¾	6489
3/4	12
1	92
1 1/2	17
2	54
3	23
4	6
6	1
Fire Lines	19

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Gas Chlorination System using 150# Cylinders

STRUCTURES:

(2) 20’ X 20’ Storage Sheds

(6) 8’ X 8’ Chlorination Buildings (at well sites)

OTHER:

COMPANY NAME: Rio Rico Utilities Inc. (Water).	
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLONS PUMPED	GALLONS PURCHASED
JANUARY	6,702	52,238,000	59,307,000	
FEBRUARY	6,704	45,525,000	50,158,000	
MARCH	6,704	40,909,000	64,723,000	
APRIL	6,712	52,903,000	69,880,000	
MAY	6,715	63,918,000	80,930,000	
JUNE	6,721	76,583,000	94,840,000	
JULY	6,723	86,180,000	78,708,000	
AUGUST	6,724	64,819,000	73,433,000	
SEPTEMBER	6,725	61,458,000	76,498,000	
OCTOBER	6,728	61,826,000	71,304,000	
NOVEMBER	6,729	57,834,000	65,775,000	
DECEMBER	6,730	52,671,000	63,508,000	
TOTALS →		716,864,000	849,064,000	

What is the level of arsenic for each well on your system? See next page mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1150GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
(X) Yes () No

If yes, provide the GPCPD amount: 111

Note: If you are filing for more than one system, please provide separate data sheets for each system.

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Evaporative Ponds
DESIGN CAPACITY OF PLANT (Gallons Per Day)	Villas 12 – 0.050 MGD Villas 13 – 0.050 MGD

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
Lift Station # 1	2	88	725	32,313
Lift Station # 2	2	47	500	9,000
Lift Station # 3	2	47	500	9,000
Lift Station # 4	2	15	175	8,000
Lift Station # 5	2	3	27	1,608

FORCE MAINS

Size	Material	Length (Feet)
4-inch	PVC	3,714
4-inch	DI	120
6-inch	PVC	19,946
6-inch	DI	693

MANHOLES

Type	Quantity
Standard	535
Drop	15

CLEANOUTS

Quantity
132

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS			SERVICES		
Size (in inches)	Material	Length (in feet)	Size (in inches)	Material	Quantity
4	PVC	2,845	4	VARIOUS	2057
6	PVC	3,335	6	VARIOUS	147
6	AC	7,938	8	PVC	10
8	PVC	28,583			
8	AC	186,156			
8	DI	2,232			
10	AC	12,298			
10	PVC	42			
12	AC	14,494			
12	DI	60			
14	AC	3,060			
16	DI	494			
18	DI	170			

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	None
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	None
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	None
STRUCTURES (Buildings, Fences, Etc.)	Wooden Storage Shed (20’ X 20’)
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.	Mobile Generator – 150 KW Diesel Powered Diesel Powered 4” Solids Handling Pump

COMPANY NAME Rio Rico Utilities Inc. (Sewer)

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
Jan	2,193	12,388,000	
Feb	2,196	11,773,000	
Mar	2,196	12,990,000	
Apr	2,199	12,515,000	
May	2,204	12,637,000	
Jun	2,205	12,102,000	
Jul	2,208	12,192,000	
Aug	2,208	11,651,000	
Sep	2,208	10,853,000	
Oct	2,198	10,002,000	
Nov	2,200	11,746,000	
Dec	2,201	12,350,000	

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Villas 12 – Evaporative Ponds Villas 13 – Evaporative Ponds
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	Nogales International 42-107, 42-115, 42-916
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit Number	101731
ADEQ Reuse Permit Number	N/A
EPA NPDES Permit Number	N/A

STATISTICAL INFORMATION

Total number of customers 2,201

Total number of gallons treated 143,199,000 gallons

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 228,681

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
SANTA CRUZ
NAME (OWNER OR OFFICIAL) TITLE
Greg Sorensen, VP
COMPANY NAME
RIO RICO UTILITIES INC.

RECEIVED
43-1-103
ACCUITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

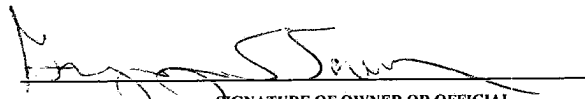
MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL
623 935-9367

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

13th

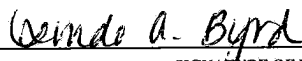
DAY OF

(SEAL)



MY COMMISSION EXPIRES July 22, 2011

COUNTY NAME
Maricopa
MONTH
April
YEAR
2011



SIGNATURE OF NOTARY PUBLIC

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

Unable to Isolate due to consolidated return filed

State Taxable Income Reported

Estimated or Actual State Tax Liability

Unable to Isolate due to consolidated return filed

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

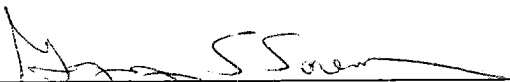
Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year’s annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Santa Cruz
NAME (OWNER OR OFFICIAL) TITLE	Greg Sorensen V.P.
COMPANY NAME	Rio Rico Utilities Inc. - Sewer

RECEIVED
APR 11 2011
ACC UTILITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

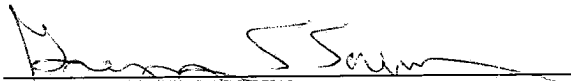
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,717,672

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)**

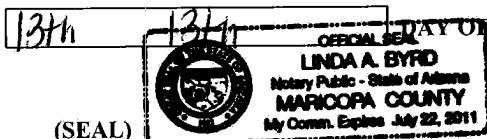
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
623 935 9369
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	Maricopa
MONTH	April, 20 11


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES July 22, 2011

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 10 2011
ACC UTILITIES DIRECTOR

**VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME)
Santa Cruz
NAME (OWNER OR OFFICIAL) TITLE
Greg Sorensen V.P.
COMPANY NAME
Rio Rico Utilities Inc. - water

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

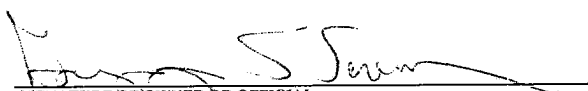
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ 1,933,816

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 145,800
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

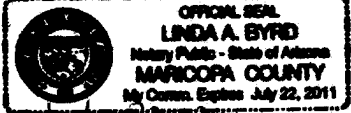

SIGNATURE OF OWNER OR OFFICIAL
623 935-9369
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13th **DAY OF**

(SEAL)



COUNTY NAME
Maricopa
MONTH
April
YEAR
2011


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES July 22 2011

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME)	Santa Cruz	
NAME (OWNER OR OFFICIAL)	Greg Sorensen	TITLE VP
COMPANY NAME	Rio Rico Utilities Inc. - Sewer	

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,277,277

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
623 935-9367
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

13th

DAY OF

(SEAL)

MY COMMISSION EXPIRES July 22, 2011



NOTARY PUBLIC NAME	Linda A. Byrd	
COUNTY NAME	Maricopa	
MONTH	April	2011

[Signature]

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Santa Cruz	
NAME (OWNER OR OFFICIAL)	Greg Sorensen	TITLE V.P.
COMPANY NAME	Rio Rico Utilities Inc. - water	

RECEIVED
APR 1 2011
ACC UTILITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

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SWORN STATEMENT

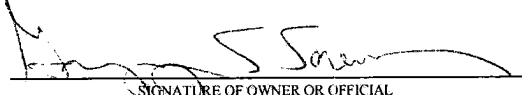
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,569,041

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 118,298
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
623 935 9369
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

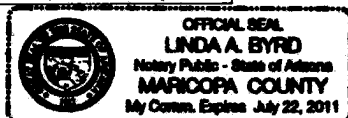
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

13th

DAY OF

(SEAL)



MY COMMISSION EXPIRES July 22, 2011

NOTARY PUBLIC NAME <u>Linda A. Byrd</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	<u>20</u> <u>11</u>

X 
SIGNATURE OF NOTARY PUBLIC